

LRB-1857/2 JTK:kmg:km

DOA:.....Caucutt - Department of electronic government

FOR 2001-03 BUDGET — NOT READY FOR INTRODUCTION

AN ACT ...; relating to: creation of a department of electronic government and

making appropriations.

Analysis by the Legislative Reference Bureau STATE GOVERNMENT

OTHER STATE GOVERNMENT

This bill creates a department of electronic government (DEG). The bill transfers most existing functions of DOA relating to information technology and telecommunications to DEG and creates a number of new functions for DEG. The bill grants DEG broad powers to manage the state's information technology and telecommunications systems. Under the bill, the secretary of information services, who serves as department head, is titled the "chief information officer." The officer's position is assigned to executive salary group 8 (\$82,979 to \$128,618 per year in 2000–01]. The officer is appointed by the governor to serve at his or her pleasure. The officer appoints the staff of DEG. The staff includes a deputy, executive assistant, and three division administrators appointed outside the classified service.

The bill also creates an information technology management board which is attached to DEC. The board consists of the governor, chief information officer, secretary of administration, and two heads of state executive branch agencies and two other members appointed by the governor without senate confirmation. The two other members serve for staggered four-year terms. The board advises DEG, monitors progress in attaining the state's information technology goals, and hears

appeals by executive branch agencies of actions of the officer. The board may affirm, modify, or set aside any such action.

Currently, the technology for educational achievement in Wisconsin (TEACH) board is attached to DOA. The TEACH board provides grants, loans, and other assistance to schools and other educational institutions in this state to aid in the installation of educational technology equipment and for the training of educators to use the technology. This bill retains the attachment of the TEACH board to DOA but makes purchases of materials, supplies, equipment, or services by the TEACH board subject to the approval of DEG.

The bill directs DEG, with the assistance of executive branch agencies and the advice of the board, to manage the information technology portfolio of state government to meet specified criteria. The portfolio includes information technology systems, applications, infrastructure and information resources, and human resources devoted to developing and maintaining information technology systems.

Currently, executive branch agencies are required to prepare, revise, and submit annually to DOA, for its approval, an information technology strategic plan that details how the agency plans to use information technology to serve its needs and those of its clients. This bill makes proposed strategic plans of executive branch agencies subject to approval of the chief information officer, with the advice of the board. The bill precludes the secretary of administration from including in the biennial budget compilation for presentation to the governor provision for development or implementation of any information technology project that is not consistent with the approved strategic plan of the agency.

The bill permits DEG to acquire, operate, or maintain any information technology equipment or systems required by DEG to carry out its functions and to provide information technology development and management services related to those systems. Under the bill, DEG may assess executive branch agencies for the costs of equipment or systems acquired, operated, maintained, or provided or services provided and may also charge legislative and judicial agencies for these costs as a component of any services provided by DEG to these agencies. The bill also permits DEG to assume direct responsibility for the planning and development of any information technology system in the executive branch of state government that the chief information officer determines to be necessary to effectively develop or manage the system, with or without the consent of any affected agency. The bill permits DEG to charge any executive branch agency for its reasonable costs incurred on behalf of the agency in carrying out this function.

Currently, DOA must provide computer services to state agencies in the executive, legislative, and judicial branches. DOA may also provide telecommunications services to those agencies and computer or telecommunications services to local governments and private schools, postsecondary institutions, museums, and zoos. DOA may also provide supercomputer services to state agencies, local governments, and entities in the private sector. Under this bill, DEG may enter into an agreement to provide any services that DEG is authorized to provide to any state agency or authority, any unit of the federal government, any local governmental unit, or any entity in the private sector. DEG may also develop and

operate or maintain any system or device facilitating Internet or telephone access to information about programs of state agencies or authorities, local governmental units, or entities in the private sector by means of electronic communication and may assess or charge agencies, authorities, units, and entities in the private sector for its costs of development, operation, or maintenance on the same basis that DEG assesses or charges for information technology equipment or systems.

The bill appropriates to DEG all revenues received from assessments or charges, without limitation, for the purpose of carrying out its functions. The bill also appropriates general purpose revenue to DEG equivalent to the depreciated value

of its equipment.

Currently, the number of full-time equivalent (FTE) positions for each state agency within each revenue source is fixed by law or by the governor, JCF, or the legislature in budget determinations. Program-revenue funded positions may be adjusted by the governor with the concurrence of JCF and federally funded positions may be adjusted by the governor alone. This bill permits the chief information officer to transfer any number of FTE positions having responsibilities related to information technology or telecommunications from any executive branch agency to DEG or any other executive branch agency and to transfer the funding source for any position from one source to another for the purpose of carrying out the functions of Upon transfer of any position, the incumbent in that position is also transferred without loss of pay, fringe benefits, or seniority privileges. Under the bill, the secretary of administration provides to JCF a quarterly report of the position changes made by the chief information officer. The bill also permits the officer to transfer moneys from the appropriation account for any appropriation made to an executive branch agency, except a sum sufficient appropriation, without the consent of the agency, for the purpose of facilitating more efficient and effective funding of information technology or electronic communications resources within the executive branch of state government. Under the bill, any transfer of positions or funding may not be made if it would be inconsistent with state or federal law or any requirement imposed by the federal government as a condition to receipt of aids by this state.

Currently, every executive branch agency, other than the board of regents of the UW system, is required to purchase computer services from DOA, unless DOA grants permission to the agencies to procure the services from a private source or from another agency, or to provide the services to itself. This bill provides that every executive branch agency, including the board of regents of the UW system, must purchase all materials, equipment, supplies, and services relating to information sechnology or telecommunications from DEG, unless DEG grants permission to the agency to procure the materials, supplies, equipment, or services from a private source or from another agency, or to provide the materials, supplies, equipment, or services to itself. The bill also makes all combacts for the purchase of makerals,

Currently, subject to numerous exceptions, state agencies are generally required to make purchases through solicitation of bids or competitive sealed proposals preceded by public notice, and to allow DOC the opportunity to provide the materials, supplies, equipment, or services under certain conditions if DOC is able to do so. These requirements do not apply to purchases by the division of information

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technology services of DOA relating to the functions of the division. This bill provides that these requirements do not apply to purchases of any materials, supplies, equipment, or services by DEG.

Currently, executive branch agencies must make purchases through DOA unless DOA delegates direct purchasing authority to the agencies. DOA prescribes standard specifications for state purchases which agencies are generally required to incorporate into purchasing orders and contracts when appropriate. Under this bill, DOA must delegate authority to DEG to make all of its purchases independently of DOA, and any standard specifications prescribed by DOA for the purchase of materials, supplies, equipment, or services for information technology or telecommunications purposes are subject to approval of the chief information officer.

Currently, the secretary of administration must notify JCF of the proposed acquisition of any information technology resource that DOA considers to be major or that is likely to result in a substantive change of service and that was not considered in the regular budget process. If the proposed acquisition is to be financed from general purpose revenue, or segregated revenue other than revenue derived from program receipts, the acquisition is subject to concurrence by JCF. This bill deletes this provision.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 13.101 (14) of the statutes is amended to read:

13.101 (14) With the concurrence of the joint committee on information policy and technology, direct the department of administration electronic government to report to the committee concerning any specific information technology system project in accordance with s. 13.58 (5) (b) 4.

Section 2. 13.58 (5) (a) 5. of the statutes is amended to read:

13.58 (5) (a) 5. Upon receipt of strategic plans from the department of administration electronic government, the joint committee on legislative organization and the director of state courts, review and transmit comments concerning the plans to the entities submitting the plans.

SECTION 3. 13.58 (5) (b) 1. of the statutes is amended to read:

1	SECTION 23. 16.52 (13) of the statutes is created to read:
2	16.52 (13) Information technology and electronic communications
3	TRANSFERS. The department shall execute transfers between appropriation accounts
4	authorized under s. 22.09 (4) upon the direction of the chief information officer.
5	SECTION 24. 16.61 (2) (af) of the statutes is amended to read:
6	16.61 (2) (af) "Form" has the meaning specified in s. 16.97 22.01 (5p).
7	SECTION 25. 16.61 (3n) of the statutes is amended to read:
8	16.61 (3n) EXEMPT FORMS. The board may not receive or investigate complaints
9	about the forms specified in s. 16.971 22.03 (2m).
10	SECTION 26. 16.70 (2) of the statutes is amended to read:
11	16.70 (2) "Authority" means a body created under ch. 231, 232, 233 or, 234, or
12	235.
13	SECTION 27. 16.70 (4m) of the statutes is created to read:
14	16.70 (4m) "Information technology" has the meaning given in s. 22.01 (6).
15	SECTION 28. 16.70 (15) of the statutes is created to read:
16	16.70 (15) "Telecommunications" has the meaning given in s. 22.01 (10).
17	SECTION 29. 16.71 (1) of the statutes is amended to read:
18	16.71 (1) Except as otherwise required under this section and s. 16.78 or as
19	authorized in s. 16.74, the department shall purchase and may delegate to special
20	designated agents the authority to purchase all necessary materials, supplies,
21	equipment, all other permanent personal property and miscellaneous capital, and
22	contractual services and all other expense of a consumable nature for all agencies.
23	In making any delegation, the department shall require the agent to adhere to all
24	requirements imposed upon the department in making purchases under this
25	subchapter. All materials, services and other things and expense furnished to any

agency and interest paid under s. 16.528 shall be charged to the proper appropriation of the agency to which furnished.

SECTION 30. 16.71 (2m) of the statutes is created to read:

16.71 (2m) The department of administration shall delegate authority to make all purchases for the department of electronic government to the department of electronic government. This delegation may not be withdrawn, but the department of electronic government may elect to make any purchase through the department of administration.

SECTION 31. 16.71 (4) of the statutes is amended to read:

16.71 (4) The With the approval of the department of electronic government, the department of administration shall delegate authority to the technology for educational achievement in Wisconsin board to make purchases of educational technology equipment for use by school districts, cooperative educational service agencies and public educational institutions in this state, upon request of the board.

SECTION 32. 16.72 (2) (a) of the statutes is amended to read:

16.72 (2) (a) The department of administration shall prepare standard specifications, as far as possible, for all state purchases. By "standard specifications" is meant a specification, either chemical or physical or both, prepared to describe in detail the article which the state desires to purchase, and trade names shall not be used. On the formulation, adoption and modification of any standard specifications, the department of administration shall also seek and be accorded without cost, the assistance, advice and cooperation of other agencies and officers. Each specification adopted for any commodity shall, insofar as possible, satisfy the requirements of any and all agencies which use it in common. Any specifications for the purchase of materials, supplies, equipment, or contractual services for information technology

1	or contractual services enumerated in the list, the department of administration or
2	any other designated purchasing agent under s. 16.71 (1) shall offer prison industries
3	the opportunity to supply the materials, supplies, equipment or contractual services
4	if the department of corrections is able to provide them at a price comparable to one
5	which may be obtained through competitive bidding or competitive sealed proposals
6	and is able to conform to the specifications, provided the specifications are written
7	in accordance with s. 16.72 (2) (d). If the department of administration or other
8	purchasing agent is unable to determine whether the price of prison industries is
9	comparable, it may solicit bids or competitive proposals before awarding the order
10	or contract. This paragraph does not apply to the printing of the following forms:
11	SECTION 39. 16.75 (6) (am) 1. of the statutes is repealed.
12	SECTION 40. 16.75 (6) (am) 2. of the statutes is renumbered 16.75 (6) (am) and
13	amended to read:
L 4	16.75 (6) (am) Subsections (1) and (3t) do not apply to major procurements by
15	the department of electronic government. Annually not later than October 1, the
6	department of electronic government shall report to the department of
7	administration, in the form specified by the secretary, concerning all procurements that were not made in accordance with the requirements of subs.
B) `	by the department of electronic government during the preceding fiscal year
9	SECTION 41. 16.751 (1) of the statutes is repealed.
0	SECTION 42. 16.751 (2) of the statutes is renumbered 16.751 and amended to
1	read:
2	16.751 Information technology purchases by investment board. The
3	requirements of ss. 16.72 (2) (b) and (d) and 16.75 (1) (a) 1. and (2m) (g) do not apply
4	to procurements <u>authorized to be made</u> by the investment board <u>under s. 16.78 (1)</u>
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is amended to read:

1	SECTION 43. 16.752 (12) (i) of the statutes is amended to read:
2	16.752 (12) (i) Paragraph (a) does not apply to major procurements, as defined
3	in s. 16.75 (6) (am) by the department of electronic government.
4	SECTION 44. 16.78 of the statutes is amended to read:
5	16.78 Purchases from division of information technology services
6	department of electronic government. (1) Every executive branch agency other
7	than the board of regents of the University of Wisconsin system and an agency
8	making purchases under s. 16.74 shall purchase all computer make all purchases of
9	materials, supplies, equipment, and contractual services relating to information
10	technology or telecommunications from the division of information technology
11	services in the department of administration electronic government, unless the
12	division department of electronic government grants written authorization to the
13	agency to procure the materials, supplies, equipment, or contractual services under
14	s. 16.75 (1) or (2m), to purchase the materials, supplies, equipment, or contractual
15	services from another agency or to provide the materials, supplies, equipment, or
16	contractual services to itself. The board of regents of the University of Wisconsin
17	System may purchase computer services from the division of information technology
18	services,
19	(2) Sections 16.705 to 16.767 and 16.77 (1) do not apply to the purchase of (2)
20	computer materials, supplies, equipment, or contractual services by any agency from
21	the division of information technology services department of electronic government
22	under sub. (1).
23	Section 45. 16.80 of the statutes is renumbered 22.19.
24	SECTION 46. Subchapter VII (title) of chapter 16 [precedes 16.97] of the statutes

1	deems necessary before approving expenditure estimates in excess of the
2	unexpended moneys in the appropriation account.
3	SECTION 101. 20.923 (4) (h) 2. of the statutes is created to read:
4	20.923 (4) (h) 2. Electronic government, department of: secretary (chief
5	information officer).
6	SECTION 102. Chapter 22 (title) of the statutes is created to read:
7	CHAPTER 22
8	DEPARTMENT OF
9 .	ELECTRONIC GOVERNMENT
LO	SECTION 103. 22.01 (2m), (5), (6m) and (10) of the statutes are created to read:
11	22.01 (2m) "Board" means the information technology management board.
12	(5) "Department" means the department of electronic government.
l 3	(6m) "Information technology portfolio" means information technology
l 4	systems, applications, infrastructure, and information resources and human
15	resources devoted to developing and maintaining information technology systems.
l 6	(10) "Telecommunications" means all services and facilities capable of
17	transmitting, switching, or receiving information in any form by wire, radio, or other
18	electronic means.
19)	SECTION 104. 22.05 (2) (f) to (h) of the statutes are created to read:
20	22.05 (2) (f) Acquire, operate, and maintain any information technology
21	equipment or systems required by the department to carry out its functions, and
22	provide information technology development and management services related to
23	those information technology systems. The department may assess executive
24	branch agencies for the costs of equipment or systems acquired, operated,
25	maintained, or provided or services provided under this paragraph in accordance

with a methodology determined by t	he chief	informa	tion officer	: The department
may also charge any agency for such	costs as	a compo	nent of any	y services provided
by the department to the agency.				

(g) Assume direct responsibility for the planning and development of any information technology system in the executive branch of state government that the chief information officer determines to be necessary to effectively develop or manage the system, with or without the consent of any affected executive branch agency. The department may charge any executive branch agency for the department's reasonable costs incurred in carrying out its functions under this paragraph on behalf of that agency.

Accept gifts, grants, and bequests, to be used for the purposes for which made, consistently with applicable laws.

SECTION 105. 22.07 (intro.) of the statutes is created to read:

22.07 Duties of the department. (intro.) The department shall:

SECTION 106. 22.09 of the statutes is created to read:

22.09 Powers of the chief information officer. The chief information officer may:

- (1) Establish and collect assessments and charges for all authorized services provided by the department, subject to applicable agreements under sub. (2).
- (2) Subject to s. 22.05 (2) (b), enter into and enforce an agreement with any agency, any authority, any unit of the federal government, any local governmental unit, or any entity in the private sector to provide services authorized to be provided by the department to that agency, authority, unit, or entity at a cost specified in the agreement.

5.

- (3) Develop or operate and maintain any system or device facilitating Internet or telephone access to information about programs of agencies, authorities, local governmental units, or entities in the private sector, or otherwise permitting the transaction of business by agencies, authorities, local governmental units, or entities in the private sector by means of electronic communication. The chief information officer may assess executive branch agencies for the costs of systems or devices that are developed, operated, or maintained under this subsection in accordance with a methodology determined by the officer. The chief information officer may also charge any agency, authority, local governmental unit, or entity in the private sector for such costs as a component of any services provided by the department to that agency, authority, local governmental unit, or entity.
- (4) Notwithstanding ss. 20.115 to 20.585, transfer moneys from the unencumbered balance in the account for any appropriation made to any executive branch agency, other than a sum sufficient appropriation, to the appropriation account under s. 20.530 (1) (ke) or (kf) or any other account for an appropriation made to an executive branch agency, without the consent of any affected executive branch agency, for the purpose of facilitating more efficient or effective funding of information technology or electronic communications services within the executive branch of state government, if the transfer is consistent with state and federal law and with any requirement imposed by the federal government as a condition to receipt of aids by this state. If any transfer under this subsection is made to or from a sum certain appropriation, the amount in the schedule for the account from which the transfer is made for the period during which the transfer is made is decreased by the amount transferred and the amount in the schedule for the account to which

37-23

the transfer is made for the period during which the transfer is made is increased by the amount transferred.

SECTION 107. 22.13 of the statutes is created to read:

22.13 Strategic plans for executive branch agencies. (1) As a part of each proposed strategic plan submitted under s. 22.03 (2) (L), the department shall require each executive branch agency to address the business needs of the agency and to identify all proposed information technology development projects that serve those business needs, the priority for undertaking such projects, and the justification for each project, including the anticipated benefits of the project. Each proposed plan shall identify any changes in the functioning of the agency under the plan. In each even-numbered year, the plan shall include identification of any information technology development project that the agency plans to include in its biennial budget request under s. 16.42 (1).

- (2) Each proposed strategic plan shall separately identify the initiatives that the executive branch agency plans to undertake from resources available to the agency at the time that the plan is submitted and initiatives that the agency proposes to undertake that would require additional resources.
- (3) Following receipt of a proposed strategic plan from an executive branch agency under this section, the chief information officer shall, before June 1, notify the agency of any concerns that the officer may have regarding the plan and provide the agency with his or her recommendations regarding the proposed plan. The chief information officer may also submit any concerns or recommendations regarding any proposed plan to the board for its consideration. The board shall then consider the proposed plan and provide the chief information officer with its recommendations

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1 considered as having been submitted to or taken by the department of electronic 2 government, as created by this act.

Section 9159. Nonstatutory provisions; other.

(1) Information technology management board; initial terms. Notwithstanding section 15.215 (1) of the statutes, as created by this act, of the members other than state officers first appointed to serve as members of the information technology management board, the governor shall designate one to serve for a term expiring on May 1, 2003, and one to serve for a term expiring on May 1, 2005.

Section 9201. Appropriation changes; administration.

(1) Information technology and telecommunications funding transfer. The unencumbered balances in the appropriation accounts under section 20.505 (1) (kL) and (kr), 1999 stats., immediately before the effective date of this subsection are transferred to the appropriation account under section 20.530 (1) (ke) of the statutes, as affected by this act.

SECTION 9401. Effective dates; administration.

(5) DEFINITION CONTRACTOR CONTRACTOR (1) The treatment of section 20.505 (1) (ka) (by Section 90) of the statutes takes effect on September 1, 2003.

(END)

2001–2002 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

INSERT 4A:

The bill requires DEG to submit an annual report to DOA concerning any purchases by DEG that are not made in accordance with these requirements. The bill also permits DEG to establish master contracts for the purchase of materials, supplies, equipment or contractual services relating to information technology or telecommunications for use by state agencies and authorities, local governmental units and entities in the private sector and to require any executive branch agency to make purchases of materials, supplies, equipment or contractual services included under the master contract pursuant to that contract.

INSERT 14-2

SECTION 1. 16.71 (1m) of the statutes is created to read:

16.71 (1m) The department shall not delegate to any executive branch agency the authority to enter into any contract for materials, supplies, equipment or contractual services relating to information technology or telecommunications prior to review and approval of the contract by the chief information officer. No executive branch agency may enter into any such contract without review and approval of the contract by the chief information officer.

INSERT 37-2:

text

(5) Review and approve, approve with modifications or disapprove any proposed contract for the purchase of materials, supplies, equipment or contractual services relating to information technology or telecommunications by an executive branch agency.

INSERT 35-10:

(h) Establish master contracts for the purchase of materials, supplies, equipment or contractual services relating to information technology or telecommunications for use by agencies, authorities, local governmental units or entities in the private sector and require any executive branch agency to make any purchases of materials, supplies, equipment or contractual services included under the contract pursuant to the terms of the contract.

DRAFTER'S NOTE FROM THE

LEGISLATIVE REFERENCE BUREAU

LRB-1857/4dn JTK....

(3/2d-)

Dan Caucutt:

Per our discussion, this draft makes the following changes concerning procurement:

- 1. The draft precludes executive branch agencies from entering into procurement contracts related to information technology or telecommunications with review and approval of the chief information officer. See proposed s. 16.71 (1m). The draft does not make contracts entered into in violation of this provision voidable because it may not be possible to insulate the state from damages resulting from a third party's reliance on a contract entered into by that party with an agency in good faith
- 2. The draft permits DEG to create master contracts for the purchase of materials, supplies, equipment or contractual services relating to information technology or telecommunications by state agencies and authorities, local governmental units and entities in the private sector, and to require executive branch agencies to make their purchases of items covered under the contracts pursuant to those contracts. See proposed s. 22.05 (2) (h).
- 3. The draft limits the scope of the annual DEG procurement report to purchases by DEG that are not made in accordance with s. 16.75 (1) and (3t), stats. See the treatment of s. 16.75 (6) (am), stats.
- 4. Under the previous draft, executive branch agencies were precluded from purchasing materials, supplies, equipment or contractual services relating to information technology or telecommunications except from DEG, unless DEG granted to the agencies the authority to make purchases from another agency, from an outside source under normal state procurement procedures or to provide the materials, supplies, equipment or contractual services to itself. This draft authorizes DEG, as an additional option, to require an executive branch agency to make purchases pursuant to a DEG master contract. The draft does not make any change to s. 16.78 (1), stats. \(\times \) to include specific reference to software and licenses per the drafter's note to the /3 draft, item #43.

Jeffery T. Kuesel Managing Attorney Phone: (608) 266–6778

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-1857/4dn JTK:kmg:ch

February 5, 2001

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State of Misconsin 2001-2002 LEGISLATURE WWW. Wed 2/7

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Currently, executive branch agencies are required to prepare, revise, and submit annually to DOA, for its approval, an information technology strategic plan that details how the agency plans to use information technology to serve its needs and those of its clients. This bill makes proposed strategic plans of executive branch agencies subject to approval of the chief information officer, with the advice of the board. The bill precludes the secretary of administration from including in the biennial budget compilation for presentation to the governor provision for development or implementation of any information technology project that is not consistent with the approved strategic plan of the agency.

The bill permits DEG to acquire, operate, or maintain any information technology equipment or systems required by DEG to carry out its functions and to provide information technology development and management services related to those systems. Under the bill, DEG may assess executive branch agencies for the costs of equipment or systems acquired, operated, maintained, or provided or services provided and may also charge legislative and judicial agencies for these costs as a component of any services provided by DEG to these agencies. The bill also permits DEG to assume direct responsibility for the planning and development of any information technology system in the executive branch of state government that the chief information officer determines to be necessary to effectively develop or manage the system, with or without the consent of any affected agency. The bill permits DEG to charge any executive branch agency for its reasonable costs incurred on behalf of the agency in carrying out this function.

Currently, DOA must provide computer services to state agencies in the executive, legislative, and judicial branches. DOA may also provide telecommunications services to those agencies and computer or telecommunications services to local governments and private schools, postsecondary institutions, museums, and zoos. DOA may also provide supercomputer services to state agencies, local governments, and entities in the private sector. Under this bill, DEG may enter into an agreement to provide any services that DEG is authorized to provide to any state agency or authority, any unit of the federal government, any local governmental unit, or any entity in the private sector. DEG may also develop and

operate or maintain any system or device facilitating Internet or telephone access to information about programs of state agencies or authorities, local governmental units, or entities in the private sector by means of electronic communication and may assess or charge agencies, authorities, units, and entities in the private sector for its costs of development, operation, or maintenance on the same basis that DEG assesses or charges for information technology equipment or systems.

The bill appropriates to DEG all revenues received from assessments or charges, without limitation, for the purpose of carrying out its functions. The bill also appropriates general purpose revenue to DEG equivalent to the depreciated value

of its equipment.

Currently, the number of full-time equivalent (FTE) positions for each state agency within each revenue source is fixed by law or by the governor, JCF, or the legislature in budget determinations. Program-revenue funded positions may be adjusted by the governor with the concurrence of JCF and federally funded positions may be adjusted by the governor alone. This bill permits the chief information officer to transfer any number of FTE positions having responsibilities related to information technology or telecommunications from any executive branch agency to DEG or any other executive branch agency and to transfer the funding source for any position from one source to another for the purpose of carrying out the functions of Upon transfer of any position, the incumbent in that position is also transferred without loss of pay, fringe benefits, or seniority privileges. Under the bill, the secretary of administration provides to JCF a quarterly report of the position changes made by the chief information officer. The bill also permits the officer to transfer moneys from the appropriation account for any appropriation made to an executive branch agency, except a sum sufficient appropriation, without the consent of the agency, for the purpose of facilitating more efficient and effective funding of information technology or electronic communications resources within the executive branch of state government. Under the bill, any transfer of positions or funding may not be made if it would be inconsistent with state or federal law or any requirement imposed by the federal government as a condition to receipt of aids by this state.

Currently, every executive branch agency, other than the board of regents of the UW system, is required to purchase computer services from DOA, unless DOA grants permission to the agencies to procure the services from a private source or from another agency, or to provide the services to itself. This bill provides that every executive branch agency, including the board of regents of the UW system, must purchase all materials, equipment, supplies, and services relating to information technology or telecommunications from DEG, unless DEG requires the agency to purchase the materials, supplies, equipment, or contractual services under a master contract established by DEG or unless DEG grants permission to the agency to procure the materials, supplies, equipment, or services from a private source or from another agency, or to provide the materials, supplies, equipment, or services to itself. The bill also makes all contracts by any executive branch agency for the purchase of materials, supplies, equipment, or contractual services relating to information technology or telecommunications subject to review and approval of the chief

information officer.

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Currently, subject to numerous exceptions, state agencies are generally required to make purchases through solicitation of bids or competitive sealed proposals preceded by public notice, and to allow DOC the opportunity to provide the materials, supplies, equipment, or services under certain conditions if DOC is able to do so. These requirements do not apply to purchases by the division of information technology services of DOA relating to the functions of the division. This bill provides that these requirements do not apply to purchases of any materials, supplies, equipment, or services by DEG. The bill requires DEG to submit an annual report to DOA concerning any purchases by DEG that are not made in accordance with these requirements. The bill also permits DEG to establish master contracts for the purchase of materials, supplies, equipment, or contractual services relating to information technology or telecommunications for use by state agencies and authorities, local governmental units, and entities in the private sector and to require any executive branch agency to make purchases of materials, supplies, equipment, or contractual services included under the master contract pursuant to that contract.

Currently, executive branch agencies must make purchases through DOA unless DOA delegates direct purchasing authority to the agencies. DOA prescribes standard specifications for state purchases which agencies are generally required to incorporate into purchasing orders and contracts when appropriate. Under this bill, DOA must delegate authority to DEG to make all of its purchases independently of DOA, and any standard specifications prescribed by DOA for the purchase of materials, supplies, equipment, or services for information technology or telecommunications purposes are subject to approval of the chief information officer.

Currently, the secretary of administration must notify JCF of the proposed acquisition of any information technology resource that DOA considers to be major or that is likely to result in a substantive change of service and that was not considered in the regular budget process. If the proposed acquisition is to be financed from general purpose revenue, or segregated revenue other than revenue derived from program receipts, the acquisition is subject to concurrence by JCF. This bill deletes this provision.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 13.101 (14) of the statutes is amended to read:

13.101 (14) With the concurrence of the joint committee on information policy

and technology, direct the department of administration electronic government to

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1	report to the committee concerning any specific information technology system
2	project in accordance with s. 13.58 (5) (b) 4.
3	SECTION 2. 13.58 (5) (a) 5. of the statutes is amended to read:
4	13.58 (5) (a) 5. Upon receipt of strategic plans from the department of
5	administration electronic government, the joint committee on legislative
6	organization and the director of state courts, review and transmit comments
7	concerning the plans to the entities submitting the plans.
8	SECTION 3. 13.58 (5) (b) 1. of the statutes is amended to read:
9	13.58 (5) (b) 1. Direct the subunit in the department of administration with
0	policy-making responsibility related to information technology electronic
1	government to conduct studies or prepare reports on items related to the committee's
2	duties under par. (a).
.3	SECTION 4. 13.58 (5) (b) 4. (intro.) of the statutes is amended to read:
4	13.58 (5) (b) 4. (intro.) With the concurrence of the joint committee on finance,
5	direct the department of administration electronic government to report
16	semiannually to the committee and the joint committee on finance concerning any
l 7	specific information technology system project which is being designed, developed,
18	tested or implemented and which the committees anticipate will have a total cost to
19	the state exceeding \$1,000,000 in the current or any succeeding fiscal biennium. The
20	report shall include all of the following:
21	SECTION 5. 13.90 (6) of the statutes is amended to read:
22	13.90 (6) The joint committee on legislative organization shall adopt, revise
23	biennially and submit to the cochairpersons of the joint committee on information

policy and technology, the governor and the secretary of administration chief

information officer, no later than September 15 of each even-numbered year, a

1	strategic plan for the utilization of information technology to carry out the functions
2	of the legislature and legislative service agencies, as defined in s. 16.70 (6). The plan
3	shall address the business needs of the legislature and legislative service agencies
4	and shall identify all resources relating to information technology which the
5	legislature and legislative service agencies desire to acquire, contingent upon
6	funding availability, the priority for such acquisitions and the justification for such
7	acquisitions. The plan shall also identify any changes in the functioning of the
8	legislature and legislative service agencies under the plan.
9	SECTION 6. 13.93 (2) (h) of the statutes is amended to read:
10	13.93 (2) (h) Approve specifications and scheduling for computer databases
11	containing the Wisconsin statutes and for the printing of the Wisconsin statutes as
12	prescribed in ss. 16.971 22.03 (6) and 35.56 (5).
13	SECTION 7. 14.20 (1) (a) of the statutes is amended to read:
14	14.20 (1) (a) "Local governmental unit" has the meaning given in s. 16.97 22.01
15	(7).
16	SECTION 8. 15.07 (2) (L) of the statutes is created to read:
17	15.07 (2) (L) The governor shall serve as chairperson of the information
18	technology management board and the chief information officer shall serve as vice
19	chairperson of that board.
20	SECTION 9. 15.07 (3) (bm) 4. of the statutes is created to read:
21	15.07 (3) (bm) 4. The information technology management board shall meet at
22	least 4 times each year and may meet at other times on the call of the chairperson.
23	Section 10. 15.103 (3) of the statutes is repealed.
24	SECTION 11. 15.103 (5) of the statutes is repealed.
25	Section 12. 15.107 (7) (f) of the statutes is amended to read:

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15.107 (7) (f) A representative of the unit in the department of administration that deals with information technology electronic government.

Section 13. 15.21 of the statutes is created to read:

15.21 Department of electronic government; creation. There is created a department of electronic government under the direction and supervision of the secretary of electronic government, who shall be known as the "chief information officer."

SECTION 14. 15.215 of the statutes is created to read:

15.215 Same; attached boards. (1) Information technology management board which is attached to the department of electronic government under s. 15.03. The board shall consist of the governor, the chief information officer, the secretary of administration, 2 heads of departments or independent agencies appointed to serve at the pleasure of the governor, and 2 other members appointed to serve for 4—year terms.

SECTION 15. 16.43 of the statutes is amended to read:

16.43 Budget compiled. The secretary shall compile and submit to the governor or the governor—elect and to each person elected to serve in the legislature during the next biennium, not later than November 20 of each even—numbered year, a compilation giving all of the data required by s. 16.46 to be included in the state budget report, except the recommendations of the governor and the explanation thereof. The secretary shall not include in the compilation any provision for the development or implementation of an information technology development project for an executive branch agency that is not consistent with the strategic plan of the agency, as approved under s. 22.13.

Section 16. 16.50 (3) of the statutes is amended to read:

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16.50 (3) Limitation on increase of force and salaries. No department, except the legislature or the courts, may increase the pay of any employee, expend money or incur any obligation except in accordance with the estimate that is submitted to the secretary as provided in sub. (1) and approved by the secretary or the governor. No change in the number of full-time equivalent positions authorized through the biennial budget process or other legislative act may be made without the approval of the joint committee on finance, except for position changes made by the governor under s. 16.505 (1) (c) or (2), by the chief information officer under s. 16.505 (2e), by the University of Wisconsin Hospitals and Clinics Board under s. 16.505 (2n) or by the board of regents of the University of Wisconsin System under s. 16.505 (2m)/ $\overline{\text{The}}$ secretary may withhold, in total or in part, the funding for any position, as defined in s. 230.03 (11), as well as the funding for part-time or limited term employees until such time as the secretary determines that the filling of the position or the expending of funds is consistent with s. 16.505 and with the intent of the legislature as established by law or in budget determinations, or the intent of the joint committee on finance in creating or abolishing positions under s. 13.10, the intent of the governor in creating or abolishing positions under s. 16.505 (1) (c) or (2), the intent of the chief information officer in transferring positions under s. 16.505 (2e), or the intent of the board of regents of the University of Wisconsin System in creating or abolishing positions under s. 16.505 (2m). Until the release of funding occurs, recruitment or certification for the position may not be undertaken. The secretary shall submit a quarterly report to the joint committee on finance of any position changes made by the governor under s. 16.505 (1) (c) or by the chief information officer under s. 16.505 (2e). No pay increase may be approved unless it is at the rate or within the pay ranges prescribed in the compensation plan or as provided in a

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collective bargaining agreement under subch. V of ch. 111. At the request of the secretary of employment relations, the secretary of administration may authorize the temporary creation of pool or surplus positions under any source of funds if the secretary of employment relations determines that temporary positions are necessary to maintain adequate staffing levels for high turnover classifications, in anticipation of attrition, to fill positions for which recruitment is difficult. Surplus or pool positions authorized by the secretary shall be reported quarterly to the joint committee on finance in conjunction with the report required under s. 16.54 (8).

SECTION 17. 16.505 (1) (intro.) of the statutes is amended to read:

16.505 (1) (intro.) Except as provided in subs. (2), (2e), (2m) and (2n), no position, as defined in s. 230.03 (11), regardless of funding source or type, may be created or abolished unless authorized by one of the following:

16.505 (2e) of the statutes is created to read:

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16.505 (2e) of the statutes is created to read:

16.505 (2e) of the statutes is created to read:

16.505 (2e) (a) In this subsection, "executive branch agency" has the meaning given in s. 16.70 (4).

(b) 1. In addition to the procedure under sub. (2), the chief information officer may, unless otherwise required by state or federal law or unless otherwise required by the federal government as a condition to receipt of aids by this state, transfer any whole or fractional number of authorized full—time equivalent positions having responsibilities related to information technology or telecommunications functions from any executive branch agency to the department of electronic government or another executive branch agency, or may transfer the funding source for any such positions within the appropriations made to an executive branch agency, for the purpose of carrying out the authorized functions of the department of electronic government. The chief information officer may also change the funding source, in

whole or in part, for any position transferred to the department of electronic government or another executive branch agency under this paragraph. The chief information officer may also rescind any previous action under this subdivision. If the funding source for any position is changed under this subdivision and the transfer or change in funding sources is rescinded, the funding source for that position reverts to the original funding source. The number of authorized full-time equivalent positions for the department of electronic government or any other executive branch agency from which or to which positions are transferred under this subdivision and the allocation of full-time equivalent positions to the department of electronic government and other executive branch agencies among funding sources is adjusted to reflect the transfer on the date on which the transfer is made.

- 2. On the effective date of any transfer of employees between executive branch agencies under subd 1., any incumbent in a position that is affected by the transfer is transferred to the appropriate executive branch agency required to effect the transfer. Employees transferred under this paragraph have all of the rights and the same status under subch. V of ch. 111 and ch. 230 in the executive branch agency to which they are transferred that they enjoyed in the executive branch agency by which they were employed immediately prior to the transfer. Notwithstanding s. 230.28 (4), no employee so transferred who has attained permanent status in class may be required to serve a probationary period in the position to which the employee is transferred.
- 3. Promptly following the completion of each calendar quarter, the chief information officer shall report to the secretary the number of position changes made by the chief information officer during the preceding calendar quarter, itemized for each executive branch agency and funding source and, if applicable, the specific

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appropriations from which funding for any position was provided or from which funding for any position was deleted.

SECTION 19. 16.517 of the statutes is amended to read:

16.517 Adjustments of program revenue positions and funding levels. No later than 30 days after the effective date of each biennial budget act, the department shall provide to the joint committee on finance a report indicating any initial modifications that are necessary to the appropriation levels established under that act for program revenue and program revenue-service appropriations as defined in s. 20.001 (2) (b) and (c) or to the number of full-time equivalent positions funded from program revenue and program revenue-service appropriations authorized by that act to account for any additional funding or positions authorized under s. 16.505 (2), (2e), or (2m) or 16.515 in the fiscal year immediately preceding the fiscal biennium of the budget that have not been included in authorizations under the biennial budget act but which should be included as continued budget authorizations in the fiscal biennium of the budget. Such modifications shall be limited to adjustment of the appropriation or position levels to the extent required to account for higher base levels for the fiscal year immediately preceding the fiscal biennium of the budget due to appropriation or position increases authorized under s. 16.505 (2), (2e), or (2m) or 16.515 during the fiscal year immediately preceding the fiscal biennium of the budget. If the cochairpersons of the committee do not notify the secretary that the committee has scheduled a meeting for the purpose of reviewing the proposed modifications within 14 working days after the date of receipt of the department's report, the department may make the modifications specified in the report. If, within 14 working days after the date of the department's report, the cochairpersons of the committee notify the secretary that the committee

- has scheduled a meeting for the purpose of reviewing the proposed modifications, the department may not make the modifications specified in the report until the committee approves the report.
 - SECTION 20. 16.52 (intro.) (except 16.52 (title)) of the statutes is repealed.
 - SECTION 21. 16.52 (1), (2) and (3) of the statutes are amended to read:
- 16.52 (1) Keep separate accounts of moneys and funds. Keep The department shall keep in its office separate accounts of the revenues and funds of the state, and of all moneys and funds received or held by the state, and also of all encumbrances, expenditures, disbursements and investments thereof, showing the particulars of every encumbrance, expenditure, disbursement and investment.
- (2) REVENUE ACCOUNTS. Place The department shall place revenue estimates on the books of accounts and credit actual receipts against them as of the last day of each quarter. Except as provided in s. 20.002 (2), any receipts applying to a prior fiscal year received between the day after the date for closing of books specified by the secretary under sub. (5) (a) and the next succeeding such date specified by the secretary shall be credited by the secretary to the fiscal year following the year to which the receipts apply. Except in the case of program revenue and continuing appropriations, any refund of a disbursement to a general purpose revenue appropriation, applicable to any prior fiscal year, received between these dates may not be credited to any appropriation but shall be considered as a nonappropriated receipt. General purpose revenue (GPR) earned, as defined in s. 20.001 (4) is not available for expenditure, whether or not applied to the fiscal year in which received.
- (3) KEEP APPROPRIATION APPROPRIATION ACCOUNTS. Keep The department shall keep separate accounts of all appropriations authorizing expenditures from the state treasury, which accounts shall show the amounts appropriated, the amounts

1	allotted, the amounts encumbered, the amounts expended, the allotments
2	unencumbered and the unallotted balance of each appropriation.
3	SECTION 22. 16.52 (12) of the statutes is amended to read:
4	16.52 (12) Date for interfund transfers. Whenever it is provided by law for
5	a transfer of moneys to be made from one fund to another fund and no date is specified
6	for the transfer to be made, the department shall determine a date on which the
7	transfer shall be made or provide for partial transfers to be made on different dates,
8	and transfer the moneys in accordance with its determination.
9	Section 23. 16.52 (13) of the statutes is created to read:
10	16.52 (13) Information technology and electronic communications
11	TRANSFERS. The department shall execute transfers between appropriation accounts
12	authorized under s. 22.09 (4) upon the direction of the chief information officer.
13	SECTION 24. 16.61 (2) (af) of the statutes is amended to read:
14	16.61 (2) (af) "Form" has the meaning specified in s. 16.97 22.01 (5p).
15	SECTION 25. 16.61 (3n) of the statutes is amended to read:
16	16.61 (3n) EXEMPT FORMS. The board may not receive or investigate complaints
17	about the forms specified in s. 16.971 22.03 (2m).
18	SECTION 26: 16:70 (2) of the statutes is amended to read:
19	16.70 (2) "Authority" means a body created under ch. 231, 232, 233 er, 234, or
20-	235.
21	SECTION 27. 16.70 (4m) of the statutes is created to read:
22	16.70 (4m) "Information technology" has the meaning given in s. 22.01 (6).
23	SECTION 28. 16.70 (15) of the statutes is created to read:
24	16.70 (15) "Telecommunications" has the meaning given in s. 22.01 (10).
25	SECTION 29. 16.71 (1) of the statutes is amended to read:

authorized in s. 16.74, the department shall purchase and may delegate to special designated agents the authority to purchase all necessary materials, supplies, equipment, all other permanent personal property and miscellaneous capital, and contractual services and all other expense of a consumable nature for all agencies. In making any delegation, the department shall require the agent to adhere to all requirements imposed upon the department in making purchases under this subchapter. All materials, services and other things and expense furnished to any agency and interest paid under s. 16.528 shall be charged to the proper appropriation of the agency to which furnished.

Section 30. 16.71 (1m) of the statutes is created to read:

16.71 (1m) The department shall not delegate to any executive branch agency the authority to enter into any contract for materials, supplies, equipment, or contractual services relating to information technology or telecommunications prior to review and approval of the contract by the chief information officer. No executive branch agency may enter into any such contract without review and approval of the contract by the chief information officer.

SECTION 31. 16.71 (2m) of the statutes is created to read:

16.71 (2m) The department of administration shall delegate authority to make all purchases for the department of electronic government to the department of electronic government. This delegation may not be withdrawn, but the department of electronic government may elect to make any purchase through the department of administration.

Section 32. 16.71 (4) of the statutes is amended to read:

16.71 (4) The With the approval of the department of electronic government, the department of administration shall delegate authority to the technology for educational achievement in Wisconsin board to make purchases of educational technology equipment for use by school districts, cooperative educational service agencies and public educational institutions in this state, upon request of the board,

Section 33. 16.72 (2) (a) of the statutes is amended to read:

16.72 (2) (a) The department of administration shall prepare standard specifications, as far as possible, for all state purchases. By "standard specifications" is meant a specification, either chemical or physical or both, prepared to describe in detail the article which the state desires to purchase, and trade names shall not be used. On the formulation, adoption and modification of any standard specifications, the department of administration shall also seek and be accorded without cost, the assistance, advice and cooperation of other agencies and officers. Each specification adopted for any commodity shall, insofar as possible, satisfy the requirements of any and all agencies which use it in common. Any specifications for the purchase of materials, supplies, equipment, or contractual services for information technology or telecommunications purposes are subject to the approval of the chief information officer.

Section 34. 16.72 (2) (b) of the statutes is amended to read:

16.72 (2) (b) Except as provided in <u>par. (a)</u> and ss. 16.25 (4) (b), 16.751 and 565.25 (2) (a) 4., the department shall prepare or review specifications for all materials, supplies, equipment, other permanent personal property and contractual services not purchased under standard specifications. Such "nonstandard specifications" may be generic or performance specifications, or both, prepared to describe in detail the article which the state desires to purchase either by its physical

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properties or programmatic utility. When appropriate for such nonstandard items or services, trade names may be used to identify what the state requires, but wherever possible 2 or more trade names shall be designated and the trade name of any Wisconsin producer, distributor or supplier shall appear first.

Section 35. 16.72 (2) (d) of the statutes is amended to read:

16.72 (2) (d) Except as permitted in s. ss. 16.75 (6) (am) and 16.751, to the extent possible, the department and any other designated purchasing agent under s. 16.71 (1) shall write specifications for the purchase of materials, supplies, commodities, equipment and contractual services so as to permit their purchase from prison industries, as created under s. 303.01 (1).

Section 36. 16.72 (4) (a) of the statutes is amended to read:

16.72 (4) (a) Except as provided in s. ss. 16.71 and 16.74 or as otherwise provided in this subchapter and the rules promulgated under s. 16.74 and this subchapter, all supplies, materials, equipment and contractual services shall be purchased for and furnished to any agency only upon requisition to the department. The department shall prescribe the form, contents, number and disposition of requisitions and shall promulgate rules as to time and manner of submitting such requisitions for processing. No agency or officer may engage any person to perform contractual services without the specific prior approval of the department for each such engagement. Purchases of supplies, materials, equipment or contractual services by the department of electronic government, the legislature, the courts or legislative service or judicial branch agencies do not require approval under this paragraph.

Section 37. 16.72 (8) of the statutes is amended to read:

16.72 (8) The division of information technology services of the department may purchase educational technology materials, supplies, equipment or contractual services from orders placed with the department by the technology for educational achievement in Wisconsin board on behalf of school districts, cooperative educational service agencies, technical college districts and the board of regents of the University of Wisconsin System.

Section 38. 16.75 (3t) (a) of the statutes is amended to read:

16.75 (3t) (a) In this subsection, "form" has the meaning given under s. 16.97 22.01 (5p).

SECTION 39. 16.75 (3t) (c) (intro.) of the statutes is amended to read:

16.75 (3t) (c) (intro.) The department of corrections shall periodically provide to the department of administration a current list of all materials, supplies, equipment or contractual services, excluding commodities, that are supplied by prison industries, as created under s. 303.01. The department of administration shall distribute the list to all designated purchasing agents under s. 16.71 (1). Prior Except as otherwise provided in sub. (6) (am), prior to seeking bids or competitive sealed proposals with respect to the purchase of any materials, supplies, equipment or contractual services enumerated in the list, the department of administration or any other designated purchasing agent under s. 16.71 (1) shall offer prison industries the opportunity to supply the materials, supplies, equipment or contractual services if the department of corrections is able to provide them at a price comparable to one which may be obtained through competitive bidding or competitive sealed proposals and is able to conform to the specifications, provided the specifications are written in accordance with s. 16.72 (2) (d). If the department of administration or other purchasing agent is unable to determine whether the price of prison industries is

1	comparable, it may solicit bids or competitive proposals before awarding the order	
2	or contract. This paragraph does not apply to the printing of the following forms:	
3	SECTION 40. 16.75 (6) (am) 1. of the statutes is repealed.	
4	SECTION 41. 16.75 (6) (am) 2. of the statutes is renumbered 16.75 (6) (am) and	
5	amended to read:	
6	16.75 (6) (am) Subsections (1) and (3t) do not apply to major procurements by	
7	the department of electronic government. Annually not later than October 1, the	
8	department of electronic government shall report to the department of	
9	administration, in the form specified by the secretary, concerning all procurements	
10	by the department of electronic government during the preceding fiscal year that	
11	were not made in accordance with the requirements of subs. (1) and (3t).	
12	SECTION 42. 16.751 (1) of the statutes is repealed.	
13	SECTION 43. 16.751 (2) of the statutes is renumbered 16.751 and amended to	
14	read:	
15	16.751 Information technology purchases by investment board. The	
16	requirements of ss. 16.72 (2) (b) and (d) and 16.75 (1) (a) 1. and (2m) (g) do not apply	
17	to procurements authorized to be made by the investment board under s. 16.78 (1)	
18	for information technology purposes.	
19	SECTION 44. 16.752 (12) (i) of the statutes is amended to read:	
20	16.752 (12) (i) Paragraph (a) does not apply to major procurements, as defined	
21	in s. 16.75 (6) (am) by the department of electronic government.	
22	Section 45. 16.78 of the statutes is amended to read:	
23	16.78 Purchases from division of information technology services	
24	department of electronic government. (1) Every executive branch agency other	
25	than the board of regents of the University of Wisconsin system and an agency	

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making purchases under s. 16.74 shall purchase all computer make all purchases of
materials, supplies, equipment, and contractual services relating to information
technology or telecommunications from the division of information technology
services in the department of administration electronic government, unless the
division department of electronic government requires the agency to purchase the
materials, supplies, equipment, or contractual services pursuant to a master
contract established under s. 22.05 (2) (h), or grants written authorization to the
agency to procure the materials, supplies, equipment, or contractual services under
s. 16.75 (1) or (2m), to purchase the materials, supplies, equipment, or contractual
services from another agency or to provide the materials, supplies, equipment, or
contractual services to itself. The board of regents of the University of Wisconsin
System may purchase computer services from the division of information technology
services.
(2) Sections 16.705 to 16.767 and 16.77 (1) do not apply to the purchase of
computer materials, supplies, equipment, or contractual services by any agency from
the division of information technology services department of electronic government
under sub. (1).
SECTION 46. 16.80 of the statutes is renumbered 22.19.
SECTION 47. Subchapter VII (title) of chapter 16 [precedes 16.97] of the statutes
is amended to read:
CHAPTER 16
SUBCHAPTER VII
INFORMATION EDUCATIONAL

1	SECTION 48. 16.97 (intro.) of the statutes is renumbered 22.01 (intro.) and
2	amended to read:
3	22.01 Definitions. (intro.) In this subchapter chapter:
4	SECTION 49. 16.97 (1) to (9) of the statutes are renumbered 22.01 (1) to (9).
5	SECTION 50. 16.97 (10) of the statutes is renumbered 16.97 and amended to
6	read:
7	16.97 <u>Definition</u> . "Telecommunications" means the electronic movement of
8	information in any form from one point to another In this subchapter,
9	"telecommunications" has the meaning given in s. 22.01 (10).
10	SECTION 51. 16.971 (title) of the statutes is renumbered 22.03 (title).
11	SECTION 52. 16.971 (1) of the statutes is repealed.
12	SECTION 53. 16.971 (1m) of the statutes is renumbered 22.03 (2) (a) and
13	amended to read:
14	22.03 (2) (a) The department shall ensure Ensure that an adequate level of
15	information technology services is made available to all agencies by providing
16	systems analysis and application programming services to augment agency
17	resources, as requested. The department shall also ensure that executive branch
18	agencies make effective and efficient use of the information technology resources of
19	the state. The department shall, in cooperation with agencies, establish policies,
20	procedures and planning processes, for the administration of information technology
21	services, which executive branch agencies shall follow. The policies, procedures and
22	processes shall address the needs of agencies to carry out their functions. The
23	department shall monitor adherence to these policies, procedures and processes.
24	Section 54. 16.971 (2) (intro.) of the statutes is renumbered 22.03 (2) (intro.)
25	and amended to read:

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SECTION 55. 16.971 (2) (a) of the statutes is renumbered 22.03 (2) (ae) and amended to read:

22.03 (2) (ae) Except as provided in sub. (2m), review and approve, modify or reject all forms approved by a records and forms officer for jurisdiction, authority, standardization of design and nonduplication of existing forms. Unless the division department rejects for cause or modifies the form within 20 working days after receipt, it is considered approved. The division's department's rejection of any form is appealable to the public records board. If the head of an agency certifies to the division department that the form is needed on a temporary basis, approval by the division department is not required.

SECTION 56. 16.971 (2) (am) to (k) of the statutes are renumbered 22.03 (2) (am) to (k).

SECTION 57. 16.971 (2) (L) to (m) of the statutes are renumbered 22.03 (2) (L) to (m) and amended to read:

22.03 (2) (L) Require each executive branch agency to adopt, revise biennially, and submit for its approval, to the department, in a form specified by the department, no later than March 1 of each year, a strategic plan for the utilization of information technology to carry out the functions of the agency. As a part of each plan, the division shall require each executive branch agency to address the business needs of the agency and to identify all proposed information technology development projects that serve those business needs, the priority for undertaking such projects and the justification for each project, including the anticipated benefits of the project. Each plan shall identify any changes in the functioning of the agency under the plan. The division shall consult with the joint committee on information policy and technology

1	in providing guidance for and scheduling of planning by executive branch agencies
2	in the succeeding fiscal year for review and approval under s. 22.13.
3	(Lm) No later than 60 days after enactment of each biennial budget act, require
4	each executive branch agency that receives funding under that act for an information
5	technology development project to file with the division department an amendment
6	to its strategic plan for the utilization of information technology under par. (L). The
7	amendment shall identify each information technology development project for
8	which funding is provided under that act and shall specify, in a form prescribed by
9	the secretary chief information officer, the benefits that the agency expects to realize
10	from undertaking the project.
11	(m) Assist in coordination and integration of the plans of executive branch
12	agencies relating to information technology approved under par. (L) and, using these
13	plans and the statewide long-range telecommunications plan under s. 16.99 22.41
14	(2) (a), formulate and revise biennially a consistent statewide strategic plan for the
15	use and application of information technology. The division department shall, no
16	later than September 15 of each even-numbered year, submit the statewide strategic
17	plan to the cochairpersons of the joint committee on information policy and
18	technology and the governor.
19	SECTION 58. 16.971 (2) (n) and (2m) of the statutes are renumbered 22.03 (2)
20	(n) and (2m).
21	SECTION 59. 16.971 (3) of the statutes is repealed.
22	SECTION 60. 16.971 (4) and (6) of the statutes are renumbered 22.03 (4) and (6).
23	SECTION 61. 16.971 (9) of the statutes is renumbered 22.03 (9) and amended
24	to read:

1	22.03 (9) In conjunction with the public defender board, the director of state
2	courts, the departments of corrections and justice and district attorneys, the division
3	department of electronic government may maintain, promote and coordinate
4 .	automated justice information systems that are compatible among counties and the
5	officers and agencies specified in this subsection, using the moneys appropriated
6	under s. 20.505 20.530 (1) (ja), (kp) and (kq). The division department of electronic
7	government shall annually report to the legislature under s. 13.172 (2) concerning
8	the division's department's efforts to improve and increase the efficiency of
9	integration of justice information systems delle 22,03(9) Thus section
10	SECTION 62. 16.971 (11) of the statutes is renumbered 22.03 (11) and amended
11	to read:
12	22.03 (11) The division department may charge executive branch agencies for
13	information technology development and management services provided to them by
14	the division department under this section.
15	SECTION 63. 16.973 (title) of the statutes is renumbered 22.05 (title) and
16	amended to read:
17	22.05 (title) Powers of the division of information technology services
18	department.
19	SECTION 64. 16.973 (1) of the statutes is renumbered 22.05 (1).
20	SECTION 65. 16.973 (2) (intro.) and (a) to (d) of the statutes are renumbered
21	22.05 (2) (intro.) and (a) to (d) and amended to read:
22	22.05 (2) (intro.) The division of information technology services department
23	may:
24	(a) Provide such telecommunications services to agencies as the division
25	department considers to be appropriate.

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(b) I rovide such computer services and telecommunications services to local
governmental units and provide such telecommunications services to qualified
private schools, postsecondary institutions, museums and zoos, as the division
department considers to be appropriate and as the division department can
efficiently and economically provide. The division department may exercise this
power only if in doing so it maintains the services it provides at least at the same
levels that it provides prior to exercising this power and it does not increase the rates
chargeable to users served prior to exercise of this power as a result of exercising this the broadcasting corporation, power. The division department may charge local governmental units and qualified
private schools, postsecondary institutions, museums and zoos, for services provided
to them under this paragraph in accordance with a methodology determined by the
secretary chief information officer. Use of telecommunications services by a qualified
private school or postsecondary institution shall be subject to the same terms and
conditions that apply to a municipality using the same services. The division
department shall prescribe eligibility requirements for qualified museums and zoos NOTE: 16.973 (2) [renumbered to be
to receive telecommunications services under this paragraph. This section has been supercomputer services to agencies, local governmental units (c) Provide such supercomputer services to agencies, local governmental units LAB-1857
and entities in the private sector as the division department considers to be
appropriate and as the division department can efficiently and economically provide.
The division department may exercise this power only if in doing so it maintains the
services it provides at least at the same levels that it provides prior to exercising this
power and it does not increase the rates chargeable to users served prior to exercise
of this power as a result of exercising this power. The division department may
charge agencies local governmental units and autiliar in the set of

1	services provided to them under this paragraph in accordance with a methodology
2	determined by the secretary chief information officer.
3	(d) Undertake such studies, contract for the performance of such studies, and
4	appoint such councils and committees for advisory purposes as the division
5	department considers appropriate to ensure that the division's department's plans,
6	capital investments and operating priorities meet the needs of state government and
7	of agencies and of local governmental units and entities in the private sector served
8	by the division department. The division department may compensate members of
9	any council or committee for their services and may reimburse such members for
10	their actual and necessary expenses incurred in the discharge of their duties.
11	SECTION 66. 16.973 (2) (e) of the statutes is renumbered 22.05 (2) (e).
12	SECTION 67. 16.974 (intro.) of the statutes is amended to read:
13	16.974 Duties of the division of information technology services
13 14	16.974 Duties of the division of information technology services department. (intro.) The division of information technology services department
14	department. (intro.) The division of information technology services department
14 15	<u>department</u> . (intro.) The <u>division of information technology services</u> <u>department</u> shall:
14 15 16	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended
14 15 16 17	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended to read:
14 15 16 17 18	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended to read: 22.07 (1) Provide or contract with a public or private entity to provide computer
14 15 16 17 18 19	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended to read: 22.07 (1) Provide or contract with a public or private entity to provide computer services to agencies. The division department may charge agencies for services
14 15 16 17 18 19 20	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended to read: 22.07 (1) Provide or contract with a public or private entity to provide computer services to agencies. The division department may charge agencies for services provided to them under this subsection in accordance with a methodology
14 15 16 17 18 19 20 21	department. (intro.) The division of information technology services department shall: Section 68. 16.974 (1) of the statutes is renumbered 22.07 (1) and amended to read: 22.07 (1) Provide or contract with a public or private entity to provide computer services to agencies. The division department may charge agencies for services provided to them under this subsection in accordance with a methodology determined by the secretary chief information officer.

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Ensure responsiveness to the needs of agencies for delivery of 2 high-quality information technology processing services on an efficient and 3 economical basis, while not unduly affecting the privacy of individuals who are the subjects of the information being processed by the division department. 4 5 (5) Utilize all feasible technical means to ensure the security of all information 6 submitted to the division department for processing by agencies, local governmental 7 units and entities in the private sector. 8 (6) With the advice of the ethics board, adopt and enforce standards of ethical conduct applicable to its paid consultants which are similar to the standards 10 prescribed in subch. III of ch. 19, except that the division department shall not 11 require its paid consultants to file statements of economic interests. **12** Section 71. 16.974(7)(a) to (d) of the statutes are renumbered 16.974(1) to 13 (4) SECTION 72. 16.975 of the statutes is renumbered 22.11 and amended to read: 22.11 Access to information. The division of information technology services department shall withhold from access under s. 19.35 (1) all information submitted 16 17 to the division department by agencies, units of the federal government, local 18 governmental units or entities in the private sector for the purpose of processing. 19 The division department may not process such information without the consent of 20 the agency, unit or other entity which submitted the information and may not withhold such information from the agency unit or other entity or from any other

person authorized by the agency unit or entity to have access to the information. The

agency, unit or other entity submitting the information remains the custodian of the

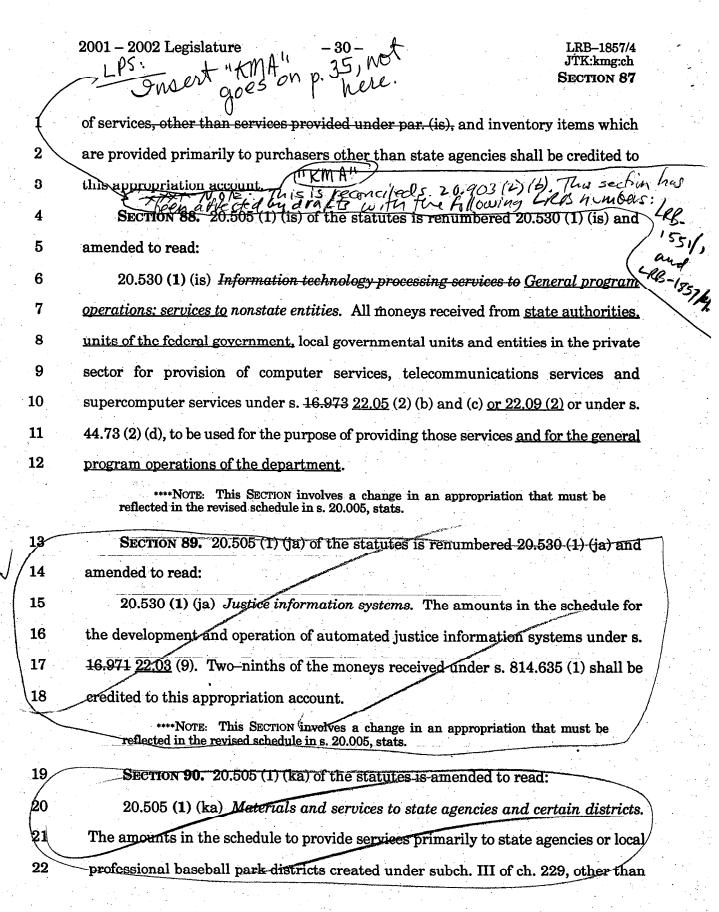
information while it is in the custody of the division department and access to such

information by that agency unit or entity or any other person shall be determined
by that agency, unit or other entity and in accordance with law.
SECTION 73. 16.979 of the statutes is renumbered 16.006.
SECTION 74. Subchapter IX (title) of chapter 16 [precedes 16.99] of the statutes
is repealed.
SECTION 75. 16.99 (title) of the statutes is renumbered 22.41 (title).
Section 76. 16.99 (1) of the statutés is repealed.
Section 77. 16.99 (2) (intro.) and (a) of the statutes are renumbered 22.41 (2)
(intro.) and (a) and amended to read:
22.41 (2) (intro.) Powers and duties. (intro.) The department shall ensure
maximum utility, cost-benefit and operational efficiency of all telecommunications
systems and activities of this state, and those which interface with cities, counties,
villages, towns, other states and the federal government. The department, with the
assistance and cooperation of all other departments agencies, shall:
(a) Develop and maintain a statewide long-range telecommunications plan,
which will serve as a major element for budget preparation, as guidance for technical
implementation and as a means of ensuring the maximum use of shared systems by
departments agencies when this would result in operational or economic
improvements or both.
SECTION 78. 16.99 (2) (b) to (e) of the statutes are renumbered 22.41 (2) (b) to
(e).
SECTION 79. 16.99 (2) (f) of the statutes is renumbered 22.41 (2) (f) and amended
to read:

1	22.41 (2) (f) Perform the functions of agency telecommunications officer for
2	those departments agencies with no designated focal point for telecommunications
3	planning, coordination, technical review and procurement.
4	SECTION 80. 16.99 (3) of the statutes is renumbered 22.41 (3).
5	SECTION 81. 19.36 (4) of the statutes is amended to read:
6	19.36 (4) Computer programs and data. A computer program, as defined in s.
7	16.971 22.03 (4) (c), is not subject to examination or copying under s. 19.35 (1), but
8	the material used as input for a computer program or the material produced as a
9	product of the computer program is subject to the right of examination and copying,
0	except as otherwise provided in s. 19.35 or this section.
1	SECTION 82. 20.225 (1) (kb) of the statutes is amended to read:
2	20.225 (1) (kb) Emergency weather warning system operation. From the
13	moneys received by the department of administration electronic government for the
14	provision of state telecommunications and data processing services and sale of
15 [.]	telecommunications and data processing inventory items primarily to state
16	agencies, the amounts in the schedule for the operation of the emergency weather
17_	warning system under s. 39.11 (21).
18	SECTION 83. 20.275 (1) (s) of the statutes is amended to read:
19	20.275 (1) (s) Telecommunications access; sehool districts; grant. Biennially,
20	from the universal service fund, the amounts in the schedule to make payments to
21	telecommunications providers under contracts with the department of
22	administration under s. 16.974 (7) (a) (1) to the extent that the amounts due are not
23	paid from the appropriation under s. 20.505 20.530 (1) (is) and, prior to July 1, 2002,
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to make grants to school districts under s. 44.73 (6) and, in the 1999-2000 fiscal year,

1	to award a grant to the distance learning network under 1999 Wisconsin Act 9,
2	section 9148 (4w).
3	SECTION 84. 20.275 (1) (t) of the statutes is amended to read:
4	20.275 (1) (t) Telecommunications access; private and technical colleges and
5	libraries. Biennially, from the universal service fund, the amounts in the schedule
6	to make payments to telecommunications providers under contracts with the
7	department of administration under s. 16.974 (7) (b) (2) to the extent that the
8 .	amounts due are not paid from the appropriation under s. 20.505-20.530 (1) (is).
9	SECTION 85. 20.275 (1) (tm) of the statutes is amended to read:
10	20.275 (1) (tm) Telecommunications access; private schools. Biennially, from
11	the universal service fund, the amounts in the schedule to make payments to
12	telecommunications providers under contracts with the department of
13	administration under s. $16.974 \frac{(7)(c)}{(3)}$ to the extent that the amounts due are not
14	paid from the appropriation under s. 20.505 20.530 (1) (is) and, prior to July 1, 2002,
15	to make grants to private schools under s. 44.73 (6).
16	SECTION 86. 20.275 (1) (tu) of the statutes is amended to read:
17	20.275 (1) (tu) Telecommunications access; state schools. Biennially, from the
18	universal service fund, the amounts in the schedule to make payments to
19	telecommunications providers under contracts with the department of
20	administration under s. 16.974 (7) (d) (4) to the extent that the amounts due are not
21	paid from the appropriation under s. 20.505 (1) (kL) 20.530 (1) (ke).
22	SECTION 87. 20.505 (1) (im) of the statutes is amended to read:
23	20.505 (1) (im) Services to nonstate governmental units. The amounts in the
24	schedule to provide services and to repurchase inventory items that are provided
OF.	



1	services specified in pars. (im), (is) and (kb) to (ku) and subs. (2) (k) and (5) (ka), and
2	to repurchase inventory items sold primarily to state agencies or such districts. All
3	moneys received from the provision of services primarily to state agencies and such
4	districts and from the sale of inventory items primarily to state agencies and such
5	districts, other than moneys received and disbursed under pars. (im), (is) and (kb)
6	to (ku) and subs. (2) (k) and (5) (ka), shall be credited to this appropriation account.
7	SECTION 91. 20.505 (1) (ka) of the statutes, as affected by 1999 Wisconsin Act
8	9, section 519, is amended to reads
9	20.505 (1) (ka) Materials and services to state agencies and certain districts.
10	The amounts in the schedule to provide services primarily to state agencies or local
11	professional baseball park districts created under subch. III of ch. 229, other than
12	services specified in pars. (im), (is) and (kb) to (ku) and subs. (2) (k) and (5) (ka), and
13	to repurchase inventory items sold primarily to state agencies or such districts. All
14	moneys received from the provision of services primarily to state agencies and such
15	districts and from the sale of inventory items primarily to state agencies and such
16	districts, other than moneys received and disbursed under pars. (im), (is) and (kb)
17 _	to (ku) and subs. (2) (k) and (5) (ka), shall be credited to this appropriation account.
18	SECTION 92. 20.505 (1) (ke) of the statutes is renumbered 20.530 (1) (ke) and
19	amended to read:
20	20.530 (1) (ke) Telecommunications and data processing General program
21	operations: services to state agencies. The amounts in the schedule to provide state
22	telecommunications services and data processing oversight and management
23	services and telecommunications and data processing inventory items primarily to
24	state agencies and to provide for the initial costs of establishment and operation of

the division of information technology services. All moneys received from the

	, mail processing, printing,
	provision of state information technology processing and telecommunications and
2	data processing services and sale of telecommunications and data processing
3	inventory items primarily to state agencies under ss. 22.05 and 22.07 or under s.
4	44.73 (2) (d), other than moneys received and disbursed under par. (kL) and s. 20.225
5	(1) (kb), and all reimbursements of advances received by the division of information
6	technology services shall be credited to this appropriation account all moneys
7	received from the provision of information technology development and
8	management services to executive branch agencies under s. 22.03, and all moneys
9	transferred to this appropriation account from any other appropriation account
10	under s. 22.09 (4), to be used for the purpose of providing those services and for the
11 (under s. 22.09 (4), to be used for the purpose of providing those services and for the general program operations of the department, white following the hombers: This Section involves a change in an appropriation that must be LUB-1555// reflected in the revised schedule in s. 20.005, stats. SECTION 93. 20.505 (1) (kL) of the statutes is repealed.
12	SECTION 93. 20.505 (1) (kL) of the statutes is repealed.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
13	SECTION 94. 20.505 (1) (kp) of the statutes is renumbered 20.530 (1) (kp) and
14	amended to read: Distice
15	20.530 (1) (kp) Interagency assistance; justice information systems. The
16	amounts in the schedule for the development and operation of automated justice
17	information systems under s. 16.971 22.03 (9). All moneys transferred from the
18	appropriation account accounts under sub. s. 20.505 (6) (kt) and (pc) shall be credited received
19	to this appropriation account. 20.505 to this appropriation account. 20.505 10.505
	reflected in the revised schedule in s. 20.005, stats.
20	SECTION 95. 20.505 (1) (kq) of the statutes is renumbered 20.530 (1) (kq) and 7/5/2
21	
	amended to read:

1	20.530 (1) (kq) Justice information systems development, operation and
2	maintenance. The amounts in the schedule for the purpose of developing, operating
3	and maintaining automated justice information systems under s. 16.971 22.03 (9).
4	All moneys transferred from the appropriation account under s. 20.505 (6) (j) 12.
5	shall be credited to this appropriation account.
-	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
6	SECTION 96. 20.505 (1) (kr) of the statutes is repealed.
	****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
7	Section 97. 20.505 (4) (is) of the statutes is renumbered 20.530 (1) (ir) and
8	amended to read:
9	20.530 (1) (ir) Relay service. The amounts in the schedule for a statewide
0	telecommunications relay service and for general program operations. All moneys
1	received from the assessments authorized under s. 196.858 shall be credited to this
2	appropriation <u>account</u> .
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
.3	SECTION 98. 20.505 (6) (j) 12. of the statutes is amended to read:
l 4	20.505 (6) (j) 12. The amount transferred to sub. s. 20.530 (1) (kq) shall be the
15	amount in the schedule under sub. s. 20.530 (1) (kq).
16	SECTION 99. 20.530 of the statutes is created to read:
17	20.530 Electronic government, department of. There is appropriated to
18	the department of electronic government for the following program:
19	(1) Information technology management and services. (g) Gifts, grants, and
20	bequests. All moneys received from gifts, grants, and bequests, to be used to carry
21	out the purposes for which made and received.

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(it) Electro	nic commun	ication servic	es; nonstate er	tities. All n	oneys rec	eived
from state auth	orities, units	of the feder	al government	, local gover	nmental	units,
and entities in t	he private se	ector for electi	ronic communi	cations serv	ces provid	led to
those entities b	y the depart	ment under s	s. 22.09 (3), to	be used for	the purp	ose of
providing those	services.					

- (kf) Electronic communications services; state agencies. All moneys received from state agencies for electronic communications services provided to the agencies by the department under s. 22.09 (3), and all moneys transferred to this appropriation account from any other appropriation account under s. 22.09 (4), to be used for the purpose of providing those services.
- (m) Federal aid. All moneys received from the federal government, as authorized by the governor under s. 16.54, to be used for the purposes for which received.

****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 100. 20.680 (2) (kd) of the statutes is repealed.

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****Note. This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 101. 20.903 (2) (b) of the statutes is amended to read:

20.903 (2) (b) Notwithstanding sub. (1), liabilities may be created and moneys expended from the appropriations under ss. 20.370 (8) (mt), 20.395 (4) (eq), (er) and (es) and, 20.505 (1) (im), (ka), (kb) (kc) and (kd), and 20.530 (1) (is), (it), (ke), and (kf) in an additional amount not exceeding the depreciated value of equipment for operations financed under ss. 20.370 (8) (mt), 20.395 (4) (eq), (er) and (es) and, 20.505 (1) (im), (ka), (kb) (kc) and (kd), and 20.530 (1) (is), (it), (ke), and (kf). The secretary of administration may require such statements of assets and liabilities as he or she

1	deems necessary before approving expenditure estimates in excess of the
2	unexpended moneys in the appropriation account.
3	SECTION 102. 20.923 (4) (h) 2. of the statutes is created to read:
4	20.923 (4) (h) 2. Electronic government, department of: secretary (chief
5	information officer).
6	SECTION 103. Chapter 22 (title) of the statutes is created to read:
7	CHAPTER 22
8	DEPARTMENT OF
9	ELECTRONIC GOVERNMENT
10	SECTION 104. 22.01 (2m), (5), (6m) and (10) of the statutes are created to read:
11	22.01 (2m) "Board" means the information technology management board.
12	(5) "Department" means the department of electronic government.
13	(6m) "Information technology portfolio" means information technology
14	systems, applications, infrastructure, and information resources and human
15	resources devoted to developing and maintaining information technology systems.
16	(10) "Telecommunications" means all services and facilities capable of
17	transmitting, switching, or receiving information in any form by wire, radio, or other
18	electronic means.
19	SECTION 105. 22.05 (2) (f) to (i) of the statutes are created to read:
20	22.05 (2) (f) Acquire, operate, and maintain any information technology
21	equipment or systems required by the department to carry out its functions, and
22	provide information technology development and management services related to
23	those information technology systems. The department may assess executive
24	branch agencies for the costs of equipment or systems acquired, operated,
25	maintained, or provided or services provided under this paragraph in accordance

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officer may:

1	with a methodology determined by the chief information officer. The department
2	may also charge any agency for such costs as a component of any services provided
3	by the department to the agency.
4	(g) Assume direct responsibility for the planning and development of any
5	information technology system in the executive branch of state government that the
6	chief information officer determines to be necessary to effectively develop or manage
7	the system, with or without the consent of any affected executive branch agency. The
8	department may charge any executive branch agency for the department's
9	reasonable costs incurred in carrying out its functions under this paragraph on
10	behalf of that agency.
11	(h) Establish master contracts for the purchase of materials, supplies,
12	equipment, or contractual services relating to information technology or
13	telecommunications for use by agencies, authorities, local governmental units, or
14	entities in the private sector and require any executive branch agency to make any
15	purchases of materials, supplies, equipment, or contractual services included under
16	the contract pursuant to the terms of the contract.
17	(i) Accept gifts, grants, and bequests, to be used for the purposes for which
18	made, consistently with applicable laws.
19	SECTION 106. 22.07 (intro.) of the statutes is created to read:
20	22.07 Duties of the department. (intro.) The department shall:
21	SECTION 107. 22.09 of the statutes is created to read:
22	22.09 Powers of the chief information officer. The chief information

(1) Establish and collect assessments and charges for all authorized services provided by the department, subject to applicable agreements under sub. (2).

- (2) Subject to s. 22.05 (2) (b), enter into and enforce an agreement with any agency, any authority, any unit of the federal government, any local governmental unit, or any entity in the private sector to provide services authorized to be provided by the department to that agency, authority, unit, or entity at a cost specified in the agreement.
- (3) Develop or operate and maintain any system or device facilitating Internet or telephone access to information about programs of agencies, authorities, local governmental units, or entities in the private sector, or otherwise permitting the transaction of business by agencies, authorities, local governmental units, or entities in the private sector by means of electronic communication. The chief information officer may assess executive branch agencies for the costs of systems or devices that are developed, operated, or maintained under this subsection in accordance with a methodology determined by the officer. The chief information officer may also charge any agency, authority, local governmental unit, or entity in the private sector for such costs as a component of any services provided by the department to that agency, authority, local governmental unit, or entity.
- (4) Notwithstanding ss. 20.115 to 20.585, transfer moneys from the unencumbered balance in the account for any appropriation made to any executive branch agency, other than a sum sufficient appropriation, to the appropriation account under s. 20.530 (1) (ke) or (kf) or any other account for an appropriation made to an executive branch agency, without the consent of any affected executive branch agency, for the purpose of facilitating more efficient or effective funding of information technology or electronic communications services within the executive branch of state government, if the transfer is consistent with state and federal law and with any requirement imposed by the federal government as a condition to

receipt of aids by this state. If any transfer under this subsection is made to or from a sum certain appropriation, the amount in the schedule for the account from which the transfer is made for the period during which the transfer is made is decreased by the amount transferred and the amount in the schedule for the account to which the transfer is made for the period during which the transfer is made is increased by the amount transferred.

(5) Review and approve, approve with modifications, or disapprove any proposed contract for the purchase of materials, supplies, equipment, or contractual services relating to information technology or telecommunications by an executive branch agency.

Section 108. 22.13 of the statutes is created to read:

- 22.13 Strategic plans for executive branch agencies. (1) As a part of each proposed strategic plan submitted under s. 22.03 (2) (L), the department shall require each executive branch agency to address the business needs of the agency and to identify all proposed information technology development projects that serve those business needs, the priority for undertaking such projects, and the justification for each project, including the anticipated benefits of the project. Each proposed plan shall identify any changes in the functioning of the agency under the plan. In each even-numbered year, the plan shall include identification of any information technology development project that the agency plans to include in its biennial budget request under s. 16.42 (1).
- (2) Each proposed strategic plan shall separately identify the initiatives that the executive branch agency plans to undertake from resources available to the agency at the time that the plan is submitted and initiatives that the agency proposes to undertake that would require additional resources.

- (3) Following receipt of a proposed strategic plan from an executive branch agency under this section, the chief information officer shall, before June 1, notify the agency of any concerns that the officer may have regarding the plan and provide the agency with his or her recommendations regarding the proposed plan. The chief information officer may also submit any concerns or recommendations regarding any proposed plan to the board for its consideration. The board shall then consider the proposed plan and provide the chief information officer with its recommendations regarding the plan. The executive branch agency may submit modifications to its proposed plan in response to any recommendations.
- (4) Before June 15, the chief information officer shall consider any recommendations provided by the board under sub. (3) and shall then approve or disapprove the proposed plan in whole or in part.
- (5) No executive branch agency may implement a new or revised information technology development project authorized under a strategic plan until the implementation is approved by the chief information officer in accordance with procedures prescribed by the officer.
- (6) The department shall consult with the joint committee on information policy and technology in providing guidance for planning by executive branch agencies.

SECTION 109. 22.15 of the statutes is created to read:

- 22.15 Information technology portfolio management. With the assistance of executive branch agencies and the advice of the board, the department shall manage the information technology portfolio of state government in accordance with a management structure that includes all of the following:
 - (1) Criteria for selection of information technology assets to be managed.

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1 Methods for monitoring and controlling information technology **(2)** 2 development projects and assets. 3 (3) Methods to evaluate the progress of information technology development 4 projects and the effectiveness of information technology systems, including 5 performance measurements for the information technology portfolio. SECTION 110. 22.17 of the statutes is created to read: 6 22.17 Information technology management board. (1) The board shall 7 8 provide the chief information officer with its recommendations concerning any elements of the strategic plan of an executive branch agency that are referred to the 9 10 board under s. 22.13 (3). 11 (2) The board may advise the chief information officer with respect to 12 management of the information technology portfolio of state government under s. 13 22.15. 14 (3) The board may, upon petition of an executive branch agency, review any 15 decision of the chief information officer under s. 16.505 (2e) or this chapter affecting 16 that agency. Upon review, the board may affirm, modify, or set aside the decision. If the board modifies or sets aside the decision of the chief information officer, the 17 18 decision of the board stands as the decision of the chief information officer and the 19 decision is not subject to further review or appeal. 20 The board may monitor progress in attaining goals for information 21 technology and telecommunications development set by the chief information officer 22 or executive branch agencies, and may make recommendations to the officer or

agencies concerning appropriate means of attaining those goals.

SECTION 111. 29.038 (1) (a) of the statutes is amended to read:

board.

1	29.038 (1) (a) "Local governmental unit" has the meaning given in s. 16.97
2	<u>22.01</u> (7).
3	Section 112. 36.25 (38) (b) 6. of the statutes is amended to read:
4	36.25 (38) (b) 6. To pay the department of administration electronic
5	government for telecommunications services provided under s. 16.973 22.05 (1).
6	SECTION 113. 44.70 (4) of the statutes is amended to read:
7	44.70 (4) "Telecommunications" has the meaning given in s. 16.99 (1) 22.01
8	<u>(10).</u>
9	SECTION 114. 44.71 (2) (a) 7. and 8. of the statutes are amended to read:
.01	44.71 (2) (a) 7. Coordinate the purchasing of educational technology materials,
11	supplies, equipment and contractual services for school districts, cooperative
12	educational service agencies, technical college districts and the board of regents of
13	the University of Wisconsin System by the department under s. 16.72 (8), and, in
14	cooperation with the department and subject to the approval of the department of
15	electronic government, establish standards and specifications for purchases of
16	educational technology hardware and software by school districts, cooperative
17	educational service agencies, technical college districts and the board of regents of
18	the University of Wisconsin System.
19	8. Purchase With the approval of the department of electronic government,
20	purchase educational technology equipment for use by school districts, cooperative
21	educational service agencies and public educational institutions in this state and
22	permit the districts, agencies and institutions to purchase or lease the equipment,
23	with an option to purchase the equipment at a later date. This subdivision does not
24	require the purchase or lease of any educational technology equipment from the

Section 115. 44.73 (1) of the statutes is amended to read:

44.73 (1) Except as provided in s. 196.218 (4t), the board, in consultation with the department and subject to the approval of the department of electronic government, shall promulgate rules establishing an educational telecommunications access program to provide educational agencies with access to data lines and video links.

SECTION 116. 44.73 (3) of the statutes is amended to read:

44.73 (3) The board shall submit an annual report to the department on the status of providing data lines and video links that are requested under sub. (2) (a) and the impact on the universal service fund of any payment under contracts under s. 16.974 (7).

SECTION 117. 44.73 (6) of the statutes is amended to read:

44.73 (6) From the appropriation under s. 20.275 (1) (s) or (tm), the board may award an annual grant to a school district or private school that had in effect on October 14, 1997, a contract for access to a data line or video link, as documented by the board. The board shall determine the amount of the grant, which shall be equal to the cost incurred by the state to provide telecommunications access to a school district or private school under a contract entered into under s. 16.974 (7) (a) or (c) (1) or (3) less the amount that the school district or private school would be paying under sub. (2) (d) if the school district or private school were participating in the program established under sub. (1), except that the amount may not be greater than the cost that a school district or private school incurs under the contract in effect on October 14, 1997. A school district or private school receiving a grant under this subsection is not eligible to participate in the program under sub. (1). No grant may be awarded under this subsection after June 30, 2002.

1	SECTION 118. 85.12 (3) of the statutes is amended to read:
2	85.12 (3) The department may contract with any local governmental unit, as
3	defined in s. 16.97 22.01 (7), to provide that local governmental unit with services
4	under this section.
5	SECTION 119. 196.218 (5) (a) 5. of the statutes is amended to read:
6	196.218 (5) (a) 5. To pay costs incurred under contracts under s. 16.974 (7) to
7	the extent that these costs are not paid under s. 44.73 (2) (d).
8	SECTION 120. 196.218 (5) (a) 6. of the statutes is amended to read:
9	196.218 (5) (a) 6. To pay the department of administration electronic
10	government for telecommunications services provided under s. 16.973 22.05 (1) to
11	the campuses of the University of Wisconsin System at River Falls, Stout, Superior
12	and Whitewater.
13	SECTION 121. 196.858 (1) of the statutes is amended to read:
14	196.858 (1) The commission shall annually assess against local exchange and
15	interexchange telecommunications utilities the total, not to exceed \$5,000,000, of the
16	amounts appropriated under s. 20.505 (4) (is) 20.530 (1) (ir).
17	SECTION 122. 196.858 (2) of the statutes is amended to read:
18	196.858 (2) The commission shall assess a sum equal to the annual total
19	amount under sub. (1) to local exchange and interexchange telecommunications
20	utilities in proportion to their gross operating revenues during the last calendar year.
21	If total expenditures for telephone relay service exceeded the payment made under
22	this section in the prior year, the commission shall charge the remainder to assessed
23	telecommunications utilities in proportion to their gross operating revenues during
24	the last calendar year. A telecommunications utility shall pay the assessment within
25	30 days after the bill has been mailed to the assessed telecommunication utility. The

1	bill constitutes notice of the assessment and demand of payment. Payments shall
2	be credited to the appropriation account under s. 20.505 (4) (is) 20.530 (1) (ir).
8	SECTION 123. 221.0320 (3) (a) of the statutes is amended to read:
4	221.0320 (3) (a) In this subsection, "local governmental unit" has the meaning
5	given in s. <u>16.97 22.01</u> (7).
6	SECTION 124. 230.08 (2) (e) 1. of the statutes is amended to read:
7	230.08 (2) (e) 1. Administration — 12 10.
8	SECTION 125. 230.08 (2) (e) 3r. of the statutes is created to read:
9	230.08 (2) (e) 3r. Electronic government — 3.
10	SECTION 126. 230.09 (2) (g) of the statutes is amended to read:
11	230.09 (2) (g) When filling a new or vacant position, if the secretary determines
12	that the classification for a position is different than that provided for by the
13	legislature as established by law or in budget determinations, or as authorized by the
14	joint committee on finance under s. 13.10, or as specified by the governor in creating
15	positions under s. 16.505 (1) (c) or (2), the chief information officer in transferring
16	positions under s. 16.505 (2e), the University of Wisconsin Hospitals and Clinics
17	Board in creating positions under s. 16.505 (2n) or the board of regents of the
18	University of Wisconsin System in creating positions under s. 16.505 (2m), or is
19	different than that of the previous incumbent, the secretary shall notify the
20	administrator and the secretary of administration. The administrator shall
21	withhold action on the selection and certification process for filling the position. The
22	secretary of administration shall review the position to determine that sufficient
23	funds exist for the position and that the duties and responsibilities of the proposed
24	position reflect the intent of the legislature as established by law or in budget

determinations, the intent of the joint committee on finance acting under s. 13.10,

the intent of the governor creating positions under s. 16.505 (1) (c) or (2), the chief information officer transferring positions under s. 16.505 (2e), the University of Wisconsin Hospitals and Clinics Board creating positions under s. 16.505 (2n) or the intent of the board of regents of the University of Wisconsin System creating positions under s. 16.505 (2m). The administrator may not proceed with the selection and certification process until the secretary of administration has authorized the position to be filled.

Section 127. 283.84 (1) (c) of the statutes is amended to read:

283.84 (1) (c) Reaches an agreement with the department or a local governmental unit, as defined in s. 16.97 22.01 (7), under which the person pays money to the department or local governmental unit and the department or local governmental unit uses the money to reduce water pollution in the project area.

Section 128. 758.19 (7) of the statutes is amended to read:

758.19 (7) The director of state courts shall adopt, revise biennially and submit to the cochairpersons of the joint committee on information policy and technology, the governor and the secretary of administration department of electronic government, no later than September 15 of each even-numbered year, a strategic plan for the utilization of information technology to carry out the functions of the courts and judicial branch agencies, as defined in s. 16.70 (5). The plan shall address the business needs of the courts and judicial branch agencies and shall identify all resources relating to information technology which the courts and judicial branch agencies desire to acquire, contingent upon funding availability, the priority for such acquisitions and the justification for such acquisitions. The plan shall also identify any changes in the functioning of the courts and judicial branch agencies under the plan.

Section 9101. Nonstatutory provisions; administration.

- (1) Transfer of information technology and telecommunications functions.
- (a) Assets and liabilities. On the effective date of this paragraph, the assets and liabilities of the department of administration that are primarily related to its information technology or telecommunications functions, except educational technology functions, as determined by the secretary of administration, shall become assets and liabilities of the department of electronic government, as created by this act.

(b) Positions and employees.

- 1. On the effective date of this subdivision, all full-time equivalent positions in the department of administration having duties that are primarily related to its information technology or telecommunications functions, except educational technology functions, as determined by the secretary of administration, are transferred to the department of electronic government, as created by this act.
- 2. All incumbent employees holding positions specified in subdivision 1. are transferred on the effective date of this subdivision to the department of electronic government, as created by this act.
- 3. Employees transferred under subdivision 2. have all of the rights and the same status under subchapter V of chapter 111 and chapter 230 of the statutes in the department of electronic government, as created by this act, that they enjoyed in the department of administration immediately before the transfer. Notwithstanding section 230.28 (4) of the statutes, no employee so transferred who has attained permanent status in class is required to serve a probationary period.
- (c) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of administration

- that is primarily related to its information technology or telecommunications functions, except educational technology functions, as determined by the secretary of administration, is transferred to the department of electronic government, as created by this act.
- (d) Contracts. All contracts entered into by the department of administration in effect on the effective date of this paragraph that are primarily related to its information technology or telecommunications functions, except educational technology functions, as determined by the secretary of administration, are transferred to the department of electronic government, as created by this act. The department of electronic government shall carry out any contractual obligations under such a contract until the contract is modified or rescinded by the department of electronic government to the extent allowed under the contract.
- (e) Rules and orders. All rules promulgated by the department of administration that are primarily related to its information technology or telecommunications functions, except educational technology functions, and that are in effect on the effective date of this paragraph remain in effect until their specified expiration dates or until amended or repealed by the department of electronic government, as created by this act. All orders issued by the department of administration that are primarily related to its information technology or telecommunications functions, except educational technology functions, and that are in effect on the effective date of this paragraph remain in effect until their specified expiration dates or until modified or rescinded by the department of electronic government, as created by this act.
- (f) Pending matters. Any matter pending with the department of administration that is primarily related to its information technology or

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telecommunications functions, except educational technology functions, on the effective date of this paragraph is transferred to the department of electronic government, as created by this act, and all materials submitted to or actions taken by the department of administration with respect to the pending matter are considered as having been submitted to or taken by the department of electronic government, as created by this act.

Section 9159. Nonstatutory provisions; other.

(1) Information technology management board; initial terms. Notwithstanding section 15.215 (1) of the statutes, as created by this act, of the members other than state officers first appointed to serve as members of the information technology management board, the governor shall designate one to serve for a term expiring on May 1, 2003, and one to serve for a term expiring on May 1, 2005.

Section 9201. Appropriation changes; administration.

(1) Information technology and telecommunications funding transfer. The unencumbered balances in the appropriation accounts under section 20.505 (1) (kL) and (kr), 1999 stats., immediately before the effective date of this subsection are transferred to the appropriation account under section 20.530 (1) (ke) of the statutes, as affected by this act.

Section 9401. Effective dates; administration.

(1) DEPARTMENT OF ELECTRONIC GOVERNMENT. The treatment of section 20.505 (1) (ka) (by Section 91) of the statutes takes sliect on September 1, 2003.

2001–2002 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

INSERT 26-13:

SECTION 1. 16.974 (7) (a) of the statutes is renumbered 16.974 (1) and amended to read:

16.974 (1) Coordinate with the technology for educational achievement in Wisconsin board to provide secured correctional facilities, as defined in s. 44.70 (3r), school districts and cooperative educational service agencies with telecommunications access under s. 44.73 and contract with telecommunications providers to provide such access.

History: 1991 a. 39; 1995 a. 27; 1997 a. 27, 237; 1999 a. 9, 185.

*****NOTE: This is reconciled s. 16.974 (7) (a). This Section has been affected by drafts with the following LRB numbers: LRB-0445/2 and LRB-1857/4 •

SECTION 2. 16.974 (7) (b) to (d) of the statutes are renumbered 16.974 (2) to (4).

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-1857/5dn JTK...:.....

Dan Caucutt/Brett Coomber/Cynthia Dombrowski/Erin Fath/Kirsten Grinde/Steve Milioto/John Montgomery:

This draft reconciles LRB-0445/2, LRB-0657/1, LRB-0705/2, LRB-1462/1, LRB-1552/3, LRB-1555/1, LRB-1634/P5, LRB-1694/9, LRB-1773/3, LRB-1857/4, and LRB-1915/2. LRB-0445, LRB-0657, LRB-0705, LRB-1462, LRB-1552, LRB-1555, LRB-1634, LRB-1694, LRB-1773, LRB-1857, and LRB-1915 should continue to appear in the compiled bill.

Jeffery T. Kuesel Managing Attorney Phone: (608) 266–6778

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-1857/5dn JTK:kmg:rs

February 7, 2001

Dan Caucutt/Brett Coomber/Cynthia Dombrowski/Erin Fath/Kirsten Grinde/Steve Milioto/John Montgomery:

This draft reconciles LRB-0445/2, LRB-0657/1, LRB-0705/2, LRB-1462/1, LRB-1552/3, LRB-1555/1, LRB-1634/P5, LRB-1694/9, LRB-1773/3, LRB-1857/4, and LRB-1915/2. LRB-0445, LRB-0657, LRB-0705, LRB-1462, LRB-1552, LRB-1555, LRB-1634, LRB-1694, LRB-1773, LRB-1857, and LRB-1915 should continue to appear in the compiled bill.

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